

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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**FISCAL IMPACT STATEMENT**

**LS 6370**

**BILL NUMBER:** SB 107

**NOTE PREPARED:** Jan 26, 2012

**BILL AMENDED:** Jan 26, 2012

**SUBJECT:** Deadline for Adoption of Salary Ordinances.

**FIRST AUTHOR:** Sen. Zakas

**FIRST SPONSOR:**

**BILL STATUS:** CR Adopted - 1<sup>st</sup> House

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Local

**Summary of Legislation:** (Amended) *Adoption of Salary Ordinance*- The bill requires a second or third class city to adopt a salary ordinance not later than November 1 (instead of September 30) for the ensuing budget year.

*Waiving Compensation*- The bill allows a member of a city fiscal body to waive compensation received for performing duties as a member of the city fiscal body. (Under current law, elected town officers may waive compensation received for performing duties as an elected town officer.)

**Effective Date:** July 1, 2012.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:** (Revised) *Waiving Compensation*- This provision would save a city the compensation required for a member of the city fiscal body. The impact of this provision on expenditures would depend on the number of city fiscal body members decided to waive their salary. The waiver of compensation would have to be made in writing and would last for one year. A writ of waiving of compensation would not be revocable during the year it is in effect.

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:** Cities.

**Information Sources:**

**Fiscal Analyst:** Chris Baker, 317-232-9851.